

Consolidated Financial Results Highlights
for the First Quarter of the Fiscal Year ending March 31, 2014
[Japanese GAAP]



August 2, 2013

Company Name: HARIMA CHEMICALS GROUP, INC.

Code Number: 4410

(URL: <http://www.harima.co.jp>)

Stock Exchange Listing: Tokyo Stock Exchange

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Scheduled submission date of the Quarterly Securities Report: August 9, 2013

Scheduled date to commence dividend payments: —

Availability of supplementary briefing material on quarterly results: Not available

Schedule of quarterly results briefing session: Not scheduled

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the First Quarter of the Year Ending March 31, 2014 (From April 1, 2013 to June 30, 2013)

(1) Consolidated Results of Operations (Cumulative) (% indicates changes from the same period of the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Quarter ended June 30, 2013	17,492	9.8	122	-	374	-	(371)	-
June 30, 2012	15,933	(3.8)	(18)	-	(275)	-	(434)	-

(Note) Comprehensive income: First quarter ended June 30, 2013: 607 million yen [(33.9%)],
 First quarter ended June 30, 2012: 918 million yen [(16.5%)]

	Net income per share	Fully diluted net income per share
	Yen	Yen
First Quarter ended June 30, 2013	(14.31)	—
June 30, 2012	(16.75)	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
First Quarter ended June 30, 2013	63,869	30,201	45.2
Fiscal year ended March 31, 2013	61,355	29,822	46.5

(Reference) Equity: The first quarter of Fiscal year ended March 31, 2014: 28,853 million yen,
 Fiscal year ended March 31, 2013: 28,510 million yen

2. Dividends

	Annual dividend				
	1Q	2Q	3Q	Year end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2013	—	7.00	—	7.00	14.00
Fiscal year ending March 31, 2014	—				
Fiscal year ending March 31, 2014 (Forecast)		7.00	—	7.00	14.00

(Note) Changes in forecasts of dividends from recently announced figures: None

3. Forecast of Consolidated Financial Results for Fiscal Year Ending March 31, 2014 (From April 1, 2013 to March 31, 2014)

(% indicates changes from the same period of the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
2Q(cumulative)	35,000	6.4	1,000	125.4	900	—	450	—	17.34
Full year	73,000	13.7	2,100	264.2	1,900	33.7	1,000	362.8	38.54

(Note) Changes in forecasts of financial results from recently announced figures: None

4. Others

- (1) Significant changes of subsidiaries during period under review (affecting specific subsidiaries due to changes in scope of consolidation): None
Newly included: 0 (Company name:) Excluded: 0 (Company name:)
- (2) Application of special accounting method for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and corrections of errors
 - (1) Changes in accounting policies accompanying the revisions to items such as accounting standards: None
 - (2) Changes in accounting policies other than (1) above: None
 - (3) Changes in accounting estimates: None
 - (4) Corrections of errors: None
- (4) Number of shares issued (common stock)

- (1) Total number of shares issued at the end of the period (including treasury stock)

1Q of fiscal year ending March 31, 2014	26,080,396 shares
Fiscal year ended March 31, 2013	26,080,396 shares

- (2) Total number of treasury stock at the end of the period

1Q of fiscal year ending March 31, 2014	131,247 shares
Fiscal year ended March 31, 2013	131,247 shares

- (3) Average number of shares during the period (cumulative from the beginning of the fiscal year)

1Q of fiscal year ending March 31, 2014	25,949,149 shares
1Q of fiscal year ended March 31, 2013	25,949,219 shares

* Presentation regarding the implementation status of the quarterly review:

This summary of consolidated financial results is not subject to the quarterly review procedures provided for by the Japanese Financial Instruments and Exchange Law. Therefore, at the time of the disclosure of these financial results, the quarterly financial statement review procedures based on the Law have not been completed.

* Explanation for the appropriate use of performance forecasts and other special notes:

The performance forecasts and other forward-looking statements herein are based on information currently available to the Company and certain preconditions which the Company believes to be reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors.

Segment Information

I. Three months ended June 30, 2012 (April 1, 2012 to June 30, 2012)

Information regarding net sales and income or loss by reporting segment

(Thousands of yen)

	Reporting segment				
	Resin & Tall Oil Products	Paper Chemicals	Electronics Materials	Lawter	Subtotal
Net sales					
Net sales to external customers	5,376,508	2,858,917	1,073,666	6,220,766	15,529,859
Intersegment sales or transfers	58,634	144,079	—	74,765	277,479
Total	5,435,143	3,002,996	1,073,666	6,295,531	15,807,338
Segment income (loss)	166,002	109,155	(317)	(469,731)	(194,892)

	Others (Note 1)	Total	Adjustment (Note 2)	Amount in consolidated statement of income (Note 3)
Net sales				
Net sales to external customers	421,368	15,951,227	(17,921)	15,933,306
Intersegment sales or transfers	13,168	290,647	(290,647)	—
Total	434,536	16,241,875	(308,569)	15,933,306
Segment income (loss)	60,282	(134,610)	(141,158)	(275,768)

II. Three months ended June 30, 2013 (April 1, 2013 to June 30, 2013)

Information regarding net sales and income or loss by reporting segment

(Thousands of yen)

	Reporting segment				
	Resin & Tall Oil Products	Paper Chemicals	Electronics Materials	Lawter	Subtotal
Net sales					
Net sales to external customers	5,040,533	3,567,285	1,244,616	7,226,590	17,079,025
Intersegment sales or transfers	63,993	107,218	—	61,263	232,475
Total	5,104,527	3,674,503	1,244,616	7,287,854	17,311,501
Segment income (loss)	(85,972)	127,215	75,584	(373,743)	(256,915)

	Others (Note 1)	Total	Adjustment (Note 2)	Amount in consolidated statement of income (Note 3)
Net sales				
Net sales to external customers	402,168	17,481,194	11,251	17,492,466
Intersegment sales or transfers	38,277	270,753	(270,753)	—
Total	440,446	17,751,947	(259,501)	17,492,446
Segment income (loss)	39,630	(217,285)	591,644	374,358

- (Notes) 1. The “Others” segment includes businesses not included in the reporting segments and mainly includes “Real estate management.”
2. The adjustment amount of segment income includes adjustments for inventories.
3. Segment income is adjusted to reflect ordinary income as recorded in the quarterly consolidated statement of income.